

12th August 2024.

National Stock Exchange of India Limited,
“Exchange Plaza”,
Bandra-Kurla Complex, Bandra (East),
Mumbai-400051.

BSE Limited,
P.J. Towers,
Dalal Street,
Mumbai-400001.

Dear Sirs,

Sub.: Suzlon Energy Limited – Report of the Monitoring Agency for the quarter ended 30th June 2024 for Rights Issue.

Pursuant to the Regulation 32(6) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Regulation 82(4) of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 enclosed please find Report of the Monitoring Agency for the quarter ended 30th June 2024 issued by CRISIL Ratings Limited, Monitoring Agency appointed to monitor the utilisation of the proceeds of the Rights Issue of the Company.

We confirm that there is no variation or deviation in the actual utilisation of the funds and hence the provisions of Regulation 32(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable.

This is for your information as also for the information of your members and the public at large.

Thanking you,

Yours faithfully,
For Suzlon Energy Limited

Geetanjali S.Vaidya,
Company Secretary.

Encl.: As above.

**Monitoring Agency Report
for
Suzlon Energy Limited
for the quarter ended
June 30, 2024**

CRL/MAR/SUZENEG/2024-25/1150

August 12, 2024

To
Suzlon Energy Limited
5, Shrimali Society Near Shri Krishna Complex,
Navrangpura, Ahmedabad, Gujarat- 380009

Dear Sir,

Final Monitoring Agency Report in relation to the Rights Issue of Suzlon Energy Limited (“the Company”)

Pursuant to Regulation 82 of the SEBI (Issue of Capital and Disclosure Requirement) Regulations (“**ICDR Regulations**”) and Monitoring Agency Agreement dated September 26, 2022, we hereby enclose the Monitoring Agency Report, issued by CRISIL Ratings Limited, as per Schedule XI of the SEBI ICDR Regulations towards utilization of net proceeds of the rights issue for the quarter ended June 30, 2024.

Request you to kindly take the same on records.

Thanking you,
For and on behalf of CRISIL Ratings Limited



Sushant Sarode
Director, Ratings (LCG)

Final Report of the Monitoring Agency ('MA')

Name of the issuer: Suzlon Energy Limited

For quarter ended: June 30, 2024

Name of the Monitoring Agency: CRISIL Ratings Limited

(a) Deviation from the objects: Not applicable


(b) Range of Deviation: Not applicable

Declaration:

We declare that this report provides an objective view of the utilization of the issue proceeds in relation to the objects of the issue based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. The MA does not perform an audit and undertakes no independent verification of any information/certifications/statements it receives. This Report is not intended to create any legally binding obligations on the MA which accepts no responsibility, whatsoever, for loss or damage from the use of the said information. The views and opinions expressed herein do not constitute the opinion of MA to deal in any security of the Issuer in any manner whatsoever. Nothing mentioned in this report is intended to or should be construed as creating a fiduciary relationship between the MA and any issuer or between the agency and any user of this report. The MA and its affiliates also do not act as an expert as defined under Section 2(38) of the Companies Act, 2013.

The MA or its affiliates may have credit rating or other commercial transactions with the entity to which the report pertains and may receive separate compensation for its ratings and certain credit-related analyses. We confirm that we do not perceive any conflict of interest in such relationship/interest while monitoring and reporting the utilization of the issue proceeds by the issuer.

We have submitted the report herewith in line with the format prescribed by SEBI, capturing our comments, where applicable. There are certain sections of the report under the title "Comments of the Board of Directors", that shall be captured by the Issuer's Management / Audit Committee of the Board of Directors subsequent to the MA submitting their report to the issuer and before dissemination of the report through stock exchanges. These sections have not been reviewed by the MA, and the MA takes no responsibility for such comments of the issuer's Management/Board.

Signature: 

Name and designation of the Authorized Signatory: Sushant Sarode

Designation of Authorized person/Signing Authority: Director, Ratings (LCG)

1) Issuer Details:

Name of the issuer:	Suzlon Energy Limited
Names of the promoter:	A. Gita T. Tanti B. Pranav T.Tanti as karta of Tulsi Ranchhodbhai HUF C. Vinod R.Tanti as karta of Ranchhodbhai Ramjibhai HUF D. Tulsi R.Tanti J/w. Vinod R.Tanti J/w. Jitendra R.Tanti as trustees of Ranchhodbhai Ramjibhai Family Trust E. Tanti Holdings Private Limited
Industry/sector to which it belongs:	Heavy Electrical Equipment

2) Issue Details

Issue Period:	Tuesday, October 11,2022 to Thursday, October 20,2022
Type of issue (public/rights):	Rights Issue
Type of specified securities:	Equity Shares (partly paid-up)
Issue Size:	Rs 1,200.00 crore (including net proceeds of Rs 1,181.45 crore*)

*CRISIL Ratings shall be monitoring the net proceeds amount.

During the quarter ended June 30, 2024, net proceeds were revised from Rs 1,183.50 crore to Rs 1,181.45 crore following the Board's approval of the forfeiture of partly paid-up equity shares worth Rs 2.05 crore due to non-receipt of call money.

3) Details of the arrangement made to ensure the monitoring of issue proceeds:

Particulars	Reply	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments of the Board of Directors
Whether all utilization is as per the disclosures in the Offer Document?	Yes	Management undertaking, Independent Chartered Accountant Certificate^, Final Offer Document, Bank Statements	No Comments	No Comments

Ratings

Particulars	Reply	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments of the Board of Directors
Whether shareholder approval has been obtained in case of material deviations from expenditures disclosed in the Offer Document?	NA	Management undertaking, Independent Chartered Accountant Certificate [^]	No Comments	No Comments
Whether the means of finance for the disclosed objects of the issue has changed?	NA		No Comments	No Comments
Is there any major deviation observed over the earlier monitoring agency reports?	NA		No Comments	No Comments
Whether all Government/statutory approvals related to the object(s) have been obtained?	NA	Management undertaking, Independent Chartered Accountant Certificate [^]	No Comments	No Comments
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	NA		No Comments	No Comments
Are there any unfavorable events affecting the viability of the object(s)?	NA		No Comments	No Comments
Is there any other relevant information that may materially affect the decision making of the investors?	NA		No Comments	No Comments

NA represents Not Applicable

[^]Certificate dated July 19, 2024, issued by M/s SNK & Co, Chartered Accountants (Certificate no-2024-25/P/070 FRN 109176W), Peer reviewed independent chartered accountant.

Ratings

4) Details of object(s) to be monitored:

i. Cost of the object(s):

Sr. No.	Item Head	Source of information/certification considered by MA for preparation of report	Original cost (as per the Offer Document) (Rs in crore)	Revised Cost (Rs in crore)	Comment of the MA	Comments of the Board of Directors		
						Reason of cost revision	Proposed financing option	Particulars of firm arrangements made
1	Repayment or prepayment of a portion of certain outstanding borrowings availed by the Company and its Subsidiaries	Management undertaking, Independent Chartered Accountant Certificate [^] , Offer document	900.00	900.00	No revision	No Comments		
2	General Corporate Purpose (GCP) [#]		283.50	281.45	Refer note 1	No Comments		
	Total		1,183.50	1,181.45				

[#]The amount utilised for general corporate purposes does not exceed 25% (Rs 300 crore) of the Gross Proceeds from the fresh Issue.

[^]Certificate dated July 19, 2024, issued by M/s SNK & Co, Chartered Accountants (Certificate no-2024-25/P/070 FRN 109176W), Peer reviewed independent chartered accountant.

Note 1: The Board of Directors of the Company (the "Board"), at its meeting held on 24th May 2024 approved forfeiture of 81,94,063 partly paid-up equity shares of Rs.2.00 each of the Company worth Rs 2.05 crore, issued on Rights basis in terms of Letter of Offer dated 28th September 2022, on which the first and final call money of Rs 2.50 per share (of which Re.1.00 was towards face value and Rs.1.50 was towards securities premium) has not been paid by the remaining shareholders. This balance money is adjusted with the cost of GCP hence it has been revised from Rs 283.50 crore to Rs 281.45 crore. Accordingly, net proceeds were revised from Rs 1,183.50 crore to Rs 1,181.45 crore.

ii. Progress in the object(s):

Sr. No.	Item Head#	Source of information / certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document (Rs in crore)	Amount utilized (Rs in crore)			Total unutilized amount (Rs in crore)	Comments of the Monitoring Agency	Comments of the Board of Directors	
				At beginning of the quarter	During the quarter	At the end of the quarter			Reasons for idle funds	Proposed course of action
1	Repayment or pre-payment of a portion of certain outstanding borrowings availed by our Company and its Subsidiaries	Management undertaking, Independent Chartered Accountant Certificate [^] , Offer document	Upto 900	900.00	-	900.00	-	Fully utilized in previous quarters	No Comments	
2	General Corporate Purposes	Management undertaking, Independent Chartered Accountant Certificate [^] , Offer document, Bank Statement	281.45*	279.89	1.57	281.45	-	Payment to vendors for working capital requirement (Refer Note 2)	No Comments	
Total			1,181.45	1,179.89	1.57	1,181.45	-	-		

The figures are rounded off to the second decimal.

[^]Certificate dated July 19, 2024, issued by M/s SNK & Co, Chartered Accountants (Certificate no-2024-25/P/070 FRN 109176W), Peer reviewed independent chartered accountant

*Refer Note 1 provided under the heading 4(i) above for revision in the cost of the GCP.

Note 2 – Total net proceeds available for utilization for the reported quarter were Rs 1.57 crore. This amount was transferred from the Company's Right Issue Allotment Account to Company's IndusInd overdraft account for utilisation towards GCP for operational ease. The figures are rounded off to the second decimal.

#Brief description of objects:

Object of the Issue	Description of objects as per the offer document filed by the issuer
Repayment or pre-payment of a portion of certain outstanding borrowings availed by the Company and its Subsidiaries	In addition to ensuring compliance with the terms of the RTL Agreement, repayment or pre-payment of company outstanding borrowings from the Net Proceeds will help company to reduce their outstanding indebtedness, debt servicing costs and enable utilization of our internal accruals for the business. Additionally, such reduction of the outstanding indebtedness will improve company ability to raise further resources in the future to fund activities related to our business.
General Corporate Purposes	<p>The general corporate purposes for which the Company proposes to utilize Net Proceeds include, but are not restricted to:</p> <ul style="list-style-type: none"> • Acquiring tangible and intangible assets, such as plant and machinery, repairs and maintenance and meeting other capital expenditure requirements, • funding growth opportunities, including strategic initiatives, • meeting any expenses incurred in the ordinary course of business by Company and Subsidiaries, including salaries and wages, rent, administration expenses, insurance related expenses, and the payment of taxes and duties, • meeting our working capital requirements including payment of interest on borrowings, • renovation and upgradation of existing facilities, leasehold improvements, • meeting any exigencies which Company may face in course of business, • brand building and other marketing expenses and • any other purpose as permitted by applicable laws, subject to meeting regulatory requirements and obtaining necessary approvals or consents, as applicable and other purpose as permitted by applicable laws and as approved by Board or a duly appointed committee thereof from time to time.

iii. Deployment of unutilised Rights Issue proceeds[^]:

(Rs in crore)

Sr. No.	Type of instrument and name of the entity invested in	Amount invested	Maturity date	Earning	Return on Investment (%)	Market value as at the end of quarter (if the market value is not feasible, provide NAV/NRV/Book value of the same)
1	Rights Allotment Account	Refer Note 3	-	-	-	-

[^] On the basis of management undertaking and certificate dated July 19, 2024, issued by M/s SNK & Co, Chartered Accountants (Certificate no-2024-25/P/070 FRN 109176W), Peer reviewed independent chartered accountant

Note 3: As per the management undertaking submitted by the Company, the Board of Directors of the Company have provided their approval on May 24, 2024, for forfeiture of partly paid-up equity shares worth Rs 2.05 crore due to non-receipt of call money and hence, the Company will not receive any more proceeds from Rights Issue.

Further, the entire raised net proceeds have been fully utilized by the Company as at the quarter ended June 30, 2024.

Balance of Rs 0.15 crore lying in the Rights Issue allotment account pertains to interest income received from shareholders paid due to delayed payments on call money only and the Rights Issue Allotment Account will be closed in due course. Accordingly, CRISIL Ratings has issued the final Monitoring agency report for the Rights Issue of the Company.

iv. Delay in implementation of the object(s)^:

Object(s)	Completion date		Delay (No. of days/ months)	Comments of Board of directors	
	As per offer document	Actual		Reason of delay	Proposed course of action
Not Applicable					

^ On the basis of management undertaking and certificate dated July 19, 2024, issued by M/s SNK & Co, Chartered Accountants (Certificate no-2024-25/P/070 FRN 109176W), Peer reviewed independent chartered accountant.

5) Details of utilization of proceeds stated as General Corporate Purpose (GCP) amount in the offer document^:

Sr. No.	Particulars	Amount utilized during the quarter (Rs in crore)	Comments of the Monitoring Agency
1	Payment to vendors for working capital requirement	1.57	The Board of Directors of the Company vide resolution dated July 22, 2024, took note of utilization of proceeds for payments made under GCP.
	Total	1.57	

^On the basis of management undertaking and certificate dated July 19, 2024, issued by M/s SNK & Co, Chartered Accountants (Certificate no-2024-25/P/070 FRN109176W), Peer reviewed independent chartered accountant.

Disclaimers:

- a) *This Report is prepared by CRISIL Ratings Limited (hereinafter referred to as "Monitoring Agency" / "MA" / "CRL"). The MA has taken utmost care to ensure accuracy and objectivity while developing this Report based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. The views and opinions expressed herein do not constitute the opinion of MA to deal in any security of the Issuer in any manner whatsoever.*
- b) *This Report has to be seen in its entirety; the selective review of portions of the Report may lead to inaccurate assessments. For the purpose of this Report, MA has relied upon the information provided by the management /officials/ consultants of the Issuer and third-party sources like statutory auditors (or from peer reviewed CA firms), appointed by the Issuer believed by it to be accurate and reliable.*
- c) *Nothing contained in this Report is capable or intended to create any legally binding obligations on the MA which accepts no responsibility, whatsoever, for loss or damage from the use of the said information. The MA is also not responsible for any errors in transmission and specifically states that it, or its directors, employees do not have any financial liabilities whatsoever to the users of this Report.*
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- f) *The MA report is intended for the jurisdiction of India only. This report does not constitute an offer of services. Without limiting the generality of the foregoing, nothing in the report is to be construed as CRL providing or intending to provide any services in jurisdictions outside India, where it does not have the necessary licenses and/or registration to carry out its business activities referred to above.*
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